Health Services and Development Agency

Communique

A MONTHLY PUBLICATION OF THE HEALTH SERVICES AND DEVELOPMENT AGENCY

Andrew Jackson State Office Building 500 Deaderick Street, Suite 850 Nashville, TN 37243 615.741.2364

> MAY 2010

For Meeting verification/change or agenda information, please call the Agency Office or check our website at www.tn.gov/hsda

HEALTH SERVICES & DEVELOPMENT AGENCY

Department of Health, Division of Health Statistics,
Office of Policy, Planning and Assessment
615.741.1954
Department of Mental Health and Developmental Disabilities,
Office of Policy Planning
615.532.6500

Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday

ALL RECORDS ARE PUBLIC INFORMATION

CALENDAR

The Health Services and Development Agency office will be closed in 2010 on the following days:

Friday, January 1 – New Year's Day Monday, January 18 – Martin Luther King Day Monday, February 15 – President's Day Friday, April 2 – Good Friday Monday, May 31 – Memorial Day Monday, July 5 – Independence Day observed Monday, September 6 – Labor Day * Monday, October 11 – Columbus Day "will be substituted for the day after Thanksgiving at the Governor's discretion."

Thursday, November 11 – Veteran's Day Thursday, November 25 – Thanksgiving Day

* Friday, November 26 – substituted for Columbus Day Friday, December 24 – Christmas Eve Friday, December 31 – New Year Eve

2010 REVIEW CYCLE						
2010 Cycle	Publication Dates- Letter of Intent	Application	HDSA Meeting	* End of Appeal Period		
January	12/01/09-12/10/09	5 days after Publication	03/24/09	04/08/10		
February	01/01/10-01/10/10	ш	04/28/10	05/13/10		
March	02/01/10-02/10/10	ш	05/26/10	06/10/10		
April	03/01/10-03/10/10	ш	06/23/10	07/08/10		
May	04/01/10-04/10/10	ш	07/28/10	08/12/10		
June	05/01/10-05/10/10	ш	08/25/10	09/09/10		
July	06/01/10-06/10/10	ш	09/22/10	10/07/10		
August	07/01/10-07/10/10	ш	10/27/10	11/11/10		
September	08/01/10-08/10/10	ш	11/17/10	12/02/10		
October	09/01/10-09/10/10	ш	12/15/10	12/30/10		
November	10/01/10-10/10/10	Ш	01/26/11	02/10/11		
December	11/01/10-11/10/10	ш	02/23/11	03/10/11		

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the *preceding* business day.

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: REID BROGDEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

^{*} Appeal deadline is 15 days after meeting date

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meetings are scheduled to be held at 8:30 a.m. CDT/CST at the following locations:

May *

AT&T Tower

Main Auditorium

333 Commerce Street

Nashville, TN

++++++

June *

"TBA"

July - December *
Legislative Plaza

Room 12

Sixth Avenue North & Union Street Nashville, TN

* Meeting locations are subject to change

** All meetings of the Health Services and Development Agency are posted

on the Agency's website at www.tn.gov/hsda

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 26 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.



Health Services and Development Agency Authorization No. 316323 This document was promulgated at a cost of 93¢ per copy. May 2010

HEALTH SERVICES AND DEVELOPMENT AGENCY - COMMUNIQUE MAY 2010

RESULTS OF APPLICATIONS HEARD AT THE APRIL MEETING

\$

Surgery Center of Lebanon 101 Physicians Way Lebanon (Wilson County), TN 37087

CN0906-036

Contact Person: Keith Bolton, CEO Phone No: 931-801-2558

DEFERRED FROM THE SEPTEMBER MEETING DEFERRED FROM THE NOVEMBER MEETING DEFERRED FROM THE FEBRUARY MEETING **APPROVED**

(ASTC) with three (3) operating rooms and one (1) procedure room. 4,376,825.00

Planned Parenthood Greater Memphis Region, Inc. 2430 Poplar Avenue

Memphis (Shelby County), TN 38112 CN1001-003

Contact Person: Emily T. Brackstone, Esq.

Phone No.: 901-524-5181 **APPROVED**

The relocation of an existing ambulatory surgical treatment center (ASTC) consisting of two (2) procedure rooms from 1407 Union Ave., Suite 300, Memphis (Shelby County), TN 38104 to 2430 Poplar Avenue, Memphis, TN 38112. No inpatient beds or major medical equipment is affected. The project does not initiate or discontinue any health service.

The establishment of an ambulatory surgical treatment center

2,458,221.00

Baptist Rehabilitation-Germantown 2100 Exeter Road Germantown (Shelby County), TN 38138 CN1001-004

Contact Person: Arthur Maples, Director Strategic

Analysis

Phone No.: 901-227-4137

APPROVED

The establishment of skilled nursing services by converting eighteen (18) of its rehabilitation beds to eighteen (18)* skilled nursing home beds. There will be no change in the total number of beds at the facility (50 hospital beds and 18 skilled nursing home beds). No major medical equipment or other services are involved.

140,000.00

* These beds will be subject to the Nursing Home Bed Pool for 2009-2010

GENERAL COUNSEL'S REPORT

Methodist LeBonheur Germantown Hospital-Outpatient Diagnostic Center Germantown (Shelby County), TN CN0705-039A

Contact Person: Carol Weidenhoffer, Director of Planning & Business Development

Phone No.: 901-516-0679

APPROVED – 24 month extension of expiration date from October 1, 2010 to October 1, 2012

Reguest for an eighteen (18) month extension of the expiration date from October 1, 2010 to April 1, 2012. This project was approved on August 22, 2007 for the purchase of a second magnetic resonance imaging (MRI) unit to be located at the Methodist LeBonheur Germantown Hospital - Outpatient Diagnostic Center at 1377 South Germantown Road, Germantown (Shelby County), TN 38138. The project cost is \$2,721,109.00.

APPLICATIONS TO BE HEARD AT THE MAY MEETING

Arbor Place of Puryear 220 College Street Puryear (Henry County), TN 38251

CN1001-002

Contact Person: Mary Catrino, Business

Development

Phone No.: 573-931-9353

Caris Healthcare, LP 5120 Telecom Drive Milan (Gibson County), TN 38358 CN1002-006

Contact Person: Norman McRae, CEO

Phone No.: 865-694-4848

The Health Center of Nashville, LLC 2816 Old Hickory Blvd.
Nashville (Davidson County), TN 37221 CN1002-007

Contact Person: Bruce K. Duncan, Assistant Vice

President

Phone No.: 615-890-2020

University of Tennessee Medical Center 1924 Alcoa Highway Knoxville (Knox County), TN 37920 CN1002-008

Contact Person: Jerry W. Taylor, Esq.

Phone No.: 615-726-1200

Dickson Surgical Specialties, LLC 123 Crestview Park Drive Dickson (Dickson County), TN 37055 CN1002-009

Contact Person: E. Graham Baker, Jr., Esq.

Phone No.: 615-370-3380

The addition of fourteen (14)* dually certified skilled nursing home (SNF) beds to the existing thirty-two (32) SNF beds for a total of forty-six (46) SNF beds. No major medical equipment or new construction will be involved.

\$ 1.049.166.00

* These beds will be subject to the Nursing Home Bed Pool for 2009-2010

The addition of Lake County for the expansion of hospice services only. The existing service area includes the counties of Benton, Carroll, Chester, Crockett, Decatur, Dyer, Gibson, Henderson, Henry, Madison, Obion and Weakley. The parent office is located at 5120 Telecom Drive, Milan (Gibson Co.), TN.

\$ 4,000.00

A change of site/relocation of 150 beds from McKendree Village, 4347 Lebanon Road, Hermitage (Davidson Co.) TN 37076 to 2816 Old Hickory Boulevard, Nashville (Davidson Co.), TN 37221. Pursuant to T.C.A. § 68-11-1628, the proposed site will be a newly constructed 150 bed nursing home located on approximately 50 acres. The Health Center of Nashville will be certified for both Medicaid and Medicare participation.

\$ 23.320.300.00

The acquisition of an additional magnetic resonance imaging (MRI) unit, to be located and utilized on the main campus of University of Tennessee Medical Center (UTMC). A one-story addition will be constructed to house the new unit. No inpatient beds are involved in this project and no services will be initiated or discontinued

\$ 3.540.478.00

The establishment of a multi-specialty ambulatory surgical treatment center (ASTC). The approximate 9,047 GSF facility will contain two (2) operating rooms, recovery, staffing, patient, family and administrative areas. There will be no beds and no major medical equipment involved with this project. No other health services will be initiated or discontinued. As a result of this project, a Simultaneous Review Application has been filled by Natchez Surgery Center, CN1002-011, Dickson (Dickson County), TN 37055.

\$ 7,588,693.00

HEALTH SERVICES AND DEVELOPMENT AGENCY - COMMUNIQUE MAY 2010
PAGE -5-

APPLICATIONS TO BE HEARD AT THE MAY MEETING

Natchez Surgery Center 107 Natchez Park Drive Dickson (Dickson County), TN 37055 CN1002-011

Contact Person: John L. Wellborn, Consultant

Phone No : 615-665-2022

The establishment of an ambulatory surgical treatment center (ASTC) with three (3) operating rooms and three (3) procedure rooms. This application has been filed as a Simultaneous Review Application of Dickson Surgical Specialties, CN1002-009, Dickson (Dickson County), TN 37055. Upon approval CN0801-001A will be surrendered which is for a similar facility at this site. The intent of this application is to change the project's organizational form to permit physician ownership participation. When the six (6) new surgical rooms are licensed and operational, Horizon Medical Center will cease to staff five (5) of its operating and procedure rooms. The net impact of this project will increase Dickson County's total number of staff operating and procedure rooms by one (1) room. from nine (9) to ten (10) total rooms. This project does not include major medical equipment, initiate or discontinue any health care service; and does not involve any inpatient beds.

13.073.892.00

The Proton Therapy Center 1435 Old Weisgarber Road, Suite 100 Knoxville (Knox County), TN 37909 CN1002-010

Contact Person: John L. Wellborn, Consultant

Phone No: 615-665-2022

The establishment of an ambulatory surgical treatment center (ASTC) limited to radiation therapy; the acquisition of major medical equipment (proton therapy equipment and related components); and the initiation of outpatient proton therapy services for cancer patients. The project does not contain any other type of major medical equipment, initiate or discontinue any other health services; and it will not affect any facility's licensed bed complement.

118.785.747.00

GENERAL COUNSEL'S REPORT

Tennessee Sports Medicine Surgery Center Crossings Circle, Mt. Juliet Road and Adams Lane Mt. Juliet (Wilson County), TN CN0411-103A

Contact Person: William H. West, Esq.

Phone No.: 615-726-5600

Request to allow Dr. Kaelin to substitute the old professional corporation, Tennessee Sports Medicine Surgery Center (TSMSC), to the new professional corporation of Tennessee Sports Medicine and Orthopedics, P.C. Dr. Kaelin will be the sole owner and will continue to practice. Originally, it was also affiliated with Dr. Greg White, whom has since left this practice. The new professional corporation will also allow the employment of other physicians who are currently employed by Tennessee Sports Medicine and Orthopedics, P.C. This project was approved on February 23, 2005 for the establishment of an ambulatory surgical treatment center (ASTC) limited to pain management services to the TSMSC's patients with a project cost of \$1,877,445.00. On March 25, 2009 a request for a ninety (90) day extension of the expiration date from April 1, 2009 to July 1, 2009 was approved. The project was completed on May 1, 2009.

HEALTH SERVICES AND DEVELOPMENT AGENCY - COMMUNIQUE MAY 2010 PAGE -6-

APPLICATIONS TO BE HEARD AT THE JUNE MEETING

Home Care Agency of Middle Tennessee, LLC 5115 Maryland Way Brentwood (Williamson County), TN 37027

CN1001-001

Contact Person: Nodira Rakhmatkarieva, Esq.

Phone No.: 718-338-6300

Establishment of a home health agency to provide home health services to the elderly mentally ill population of Davidson, Rutherford, Sumner and Williamson Counties. The applicant is a personal support services agency licensed to provide services in Davidson, Rutherford and Williamson Counties. It is located at 5115 Maryland Way, Brentwood. TN 37027

The addition of three (3)* licensed nursing home beds to existing 112 licensed beds, to create a total of 115 licensed

nursing home beds. The applicant proposes adding the beds

by converting three (3) existing single to double occupancy

* These beds will be subject to the Nursing Home Bed

\$ 69,000,00

rooms

24.102.00

Pool for 2009-2010

Rainbow Health & Rehab of Memphis, LLC 8119 Memphis Arlington Road Bartlett (Shelby County), TN 38133 CN1003-012 Contact Person: Michael D. Brent, Esq.

Phone No.: 615-252-2361

Dayton Medical Investors, LLC dba Life Care Center of Rhea County Unaddressed site on Manufacturers Road Dayton (Rhea County), TN 37321 CN1003-013

Contact Person: Cindy S. Cross, Sr. Director of

Legal Service

Phone No.: 423-473-5867

The relocation and replacement of an eighty-nine (89)* bed nursing home located at 7824 Rhea County Highway, Dayton (Rhea County), TN 37321 to an unaddressed site on Manufacturers Road, Dayton (Rhea County), TN 37321. No new beds are requested, no services will be initiated or discontinued, and no medical equipment is requested.

15.094.887.00

* These beds will not be subject to the Nursing Home Bed Pool for 2009-2010

Southern Hills Medical Center 391 Wallace Road Nashville (Davidson County), TN 37211 CN1003-014 Contact Person: Jerry W. Taylor, Esq.

Phone No: 615-726-1200

The initiation of inpatient rehabilitation services and the addition of twelve (12) inpatient beds to its license to be designated as rehabilitation beds, and the establishment of a twelve (12) bed inpatient rehabilitation unit in the main hospital facility. The licensed bed complement will increase from 120 to 132. The hospital will continue to be licensed as a general hospital.

\$ 450,000.00

APPLICATIONS TO BE HEARD AT THE JULY MEETING

Wang Vision Cataract Surgery Center, LLC Palmer Plaza, 1801 West End Avenue Nashville (Davidson County), TN 37203 CN1004-015

Contact Person: Winston B. Sitton, Esq.

Phone No. 615-513-7516

The establishment of an ambulatory surgical treatment center (ASTC) limited to ophthalmic procedures. It will include two (2) operating rooms. The project does not contain major medical equipment or initiate or discontinue any other health services; and will not affect any facility's licensed bed complement.

\$ 2.199,187.00

Fort Sanders Regional Medical Center 1915 White Avenue Knoxville (Knox County), TN 37916 CN1004-016

Contact Person: Mike Richardson, Vice President. Planning & Business Development

Phone No. 865-374-0440

The acquisition of Gamma Knife equipment by lease and associated renovation of existing building space. The project does not involve the initiation of any new health care service requiring a Certificate of Need (CON) or a change in the licensed bed complement.

\$ 6.483.291.00

Jamestown Regional Medical Center 436 Central Avenue West Jamestown (Fentress County), TN 38556 CN1004-017 Contact Person: J. Richard Lodge, Esq.

Phone No. 615-742-6254

The discontinuation of obstetrical services. Four (4) obstetric beds will be converted to medical/surgical beds. The 85 licensed bed complement will remain unchanged. The request does not involve the purchase of major medical equipment.

\$ 30,000,00

Life Care Center of Collegedale 9210 Apison Pike Collegedale (Hamilton County), TN 37315 CN1004-018 Contact Person: Cindy S. Cross, Sr. Director of Legal Services Phone No. 423-473-5867

A cost increase of the project approved under CN0803-014A from \$8,484,137 to \$11,710,177 (an increase of \$3,226,040). Neither the number of licensed beds nor the scope of the project will change as a result of this request. No services will be added or deleted and no major medical equipment is requested.

\$ 3.226.042.00

Middle Tennessee Medical Center, Inc. 1700 Medical Center Parkway Murfreesboro (Rutherford County), TN 37129

Contact Person: Robert M. Limyansky, Consultant Phone No. 770-394-8465

The relocation of the hospital's radiation therapy service from 503 Bell Street, Murfreesboro (Rutherford County), TN. The project proposes to relocate the facility to 13,757 square feet of leased space in a medical office building on the campus of the new Middle Tennessee Medical Center immediately west of the hospital location at 1700 Medical Center Parkway, Murfreesboro (Rutherford County), TN at the Gateway development off Interstate 24. Several pieces of major medical equipment will be replaced or upgraded (two linear accelerators and one CT scanner), but no additional equipment will be added.

\$ 12,676,690,00

APPLICATIONS TO BE HEARD AT THE JULY MEETING

Johnson City Medical Center 400 North State of Franklin Road Johnson City (Washington County), TN 37604 CN1004-020 Contact Person: Tony Benton, Vice President, Strategic Planning Phone No. 423-431-6824 The construction of a sixteen (16) room surgery site, supporting Pre/Post/PACU unit and central sterile unit attached to the existing main campus building of Johnson City Medical Center. No new services will be initiated and no major medical equipment will be purchased. There will be no change in the hospital bed complement.

\$ 65.917.000.00

APPEALS OF AGENCY DECISIONS

<u>FACILITY</u>	DOCKET#	DESCRIPTION	Approved/ <u>Denied</u>
Hancock County Home Health Agency Sneedville, Hancock County CN0812-121A	25.00-103361J	Appeal of Approval of CON	5/27/2009
United Regional Medical Center Manchester, Coffee County CN0707-060A	25.00- 097676J	Appeal of Approval of CON	12/12/07
United Regional Medical Center Nursing Home Manchester, Coffee County CN0707-061A	25.00- 097677J	Appeal of Approval of CON	12/12/07

Health Services and Development Agency Members

Carl Koella (Consumer, Speaker of the Senate)

Bryan Atchley (Nursing Home)

Jimmy Bishop (Consumer, Speaker of the House)

Charlotte C. Burns (Hospital)

Charles Handorf, M.D. (Physician)

Clark Jones (Consumer, Governor)

Gregory Lammert (Home Care)

Justin Wilson (Comptroller) Faye Weaver, Designee

Leslie Shechter Newman (Commerce & Insurance Commissioner) Lisa Jordan, Designee

> Darin J. Gordon (Director of TennCare) Keith Gaither, Designee